



BARBARA FERRER, Ph.D., M.P.H., M.Ed.

Director

MUNTU DAVIS, M.D., M.P.H.

Health Officer

CYNTHIA A. HARDING, M.P.H.

Chief Deputy Director

313 North Figueroa Street, Room 806
Los Angeles, California 90012
TEL (213) 288-8117 • FAX (213) 975-1273

www.publichealth.lacounty.gov

May 14, 2019

ADOPTED

BOARD OF SUPERVISORS
COUNTY OF LOS ANGELES

48 May 14, 2019

CELIA ZAVALA
EXECUTIVE OFFICER



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The Honorable Board of Supervisors
County of Los Angeles
383 Kenneth Hahn Hall of Administration
500 West Temple Street
Los Angeles, California 90012

Dear Supervisors:

**AUTHORIZATION TO ACCEPT AND SIGN AN AMENDMENT TO STANDARD AGREEMENT
NUMBER 17-94199 AND FUTURE AGREEMENTS AND/OR AMENDMENTS FROM THE
CALIFORNIA DEPARTMENT OF HEALTH CARE SERVICES TO SUPPORT THE DRUG MEDI-
CAL ORGANIZED DELIVERY SYSTEM
(ALL SUPERVISORIAL DISTRICTS) (3 VOTES)**

SUBJECT

Provide authorization to accept and sign Amendment Number A01 to Standard Agreement Number 17-94199 and future agreements and/or amendments from the California Department of Health Care Services to support the Drug Medi-Cal Organized Delivery System, a component of the State's Medi-Cal 2020 Waiver.

IT IS RECOMMENDED THAT THE BOARD:

1. Authorize the Director of the Department of Public Health (DPH), or designee, to accept and sign Amendment Number A01 (Exhibit I) to Standard Agreement (SA) Number 17-94199 from the California Department of Health Care Services (State), that reflects revisions to the SA's terms and conditions and increases funding by \$161,997,780 from \$1,786,722,009 to \$1,948,719,789 for the term July 1, 2017 through June 30, 2020, to support the Drug Medi-Cal Organized Delivery System (DMC-ODS) for the continued provision of substance use disorder (SUD) services in Los Angeles County.

2. Delegate authority to the Director of DPH, or designee, to accept and sign future agreements and/or amendments that are consistent with the requirements of the SA that reflect non-material

and/or ministerial revisions to the SA terms and conditions; allow for the rollover of unspent funds and/or redirection of funds, and/or provide an increase or decrease in funding at amounts to be determined by the State, subject to review and approval by County Counsel, and notification to your Board and the Chief Executive Office (CEO).

3. Delegate authority to the Director of DPH, or designee, to accept and sign: a) future grants/awards from State or federal agencies that support the DMC-ODS for SUD treatment services, at amounts to be determined by the grantor; and b) future amendments to these grants/awards that reflect revisions to the grant/award terms and conditions; and/or provide an increase or decrease in funding, subject to review and approval by County Counsel, and notification to your Board and the CEO.

PURPOSE/JUSTIFICATION OF RECOMMENDED ACTION

Approval of Recommendation 1 will allow DPH to accept and sign Amendment A01 to SA Number 17-94199 from the State that includes revisions to the SA's terms and conditions and provides additional funding to support DMC-ODS.

The objective of this SA is to make available a comprehensive continuum of SUD treatment services to Medi-Cal beneficiaries through utilization of federal and State funds available pursuant to Title XIX or Title XXI of the Social Security Act for reimbursable services rendered by certified DMC providers. Title XIX provides funding for medical and health-related services for people with limited income; covering pregnant women, adults with dependents, people with disabilities, and the elderly. Further, Title XXI provides expanded coverage for uninsured children, and the Affordable Care Act extends coverage to adults without dependents.

Acceptance of Amendment A01 to SA Number 17-94199 will allow DPH to continue to provide covered DMS-ODS SUD treatment services in Los Angeles County through the Medi-Cal program.

Approval of Recommendation 2 will allow DPH to accept and sign future agreements and/or amendments that are consistent with the SA, reflect revisions to the SA's terms and conditions, and/or provide an increase or decrease in funding as determined by the State.

Approval of Recommendation 3 will allow DPH to accept and sign any future grants/awards and/or amendments from State or federal agencies that support the DMC-ODS for SUD treatment services. Funding from the State or federal agencies will enable DPH to continue to offer a more complete SUD treatment benefit package for youth and adult Medi-Cal beneficiaries, including outpatient, residential, withdrawal management (detox), Medications for Addiction Treatment, case management, and recovery support services.

Implementation of Strategic Plan Goals

The recommended actions support Strategy I.2, Enhance Our Delivery of Comprehensive Interventions, of the County's Strategic Plan.

FISCAL IMPACT/FINANCING

Amendment Number A01 to SA Number 17-94199 increases annual funding by \$80,998,890 for fiscal year (FY) 2018-19 and FY 2019-20, increasing total funding by \$161,997,780 from \$1,786,722,009 to \$1,948,719,789 for the term July 1, 2017 through June 30, 2020.

Funding is included in DPH's FY 2018-19 Adopted Budget, and will be included in future FYs, as necessary. There is no net County cost associated with this action.

FACTS AND PROVISIONS/LEGAL REQUIREMENTS

On June 14, 2016, your Board authorized DPH to accept and sign a forthcoming Agreement from the State for the implementation of the DMC-ODS and to accept amendments that reflect non-material and/or ministerial revisions to the terms and conditions of the DMC-ODS.

On June 26, 2017, DPH exercised delegated authority to accept and sign SA Number 17-94199 in the amount of 1,786,722,009 for the term of July 1, 2017 through June 30, 2020 to make SUD treatment services available to Medi-Cal beneficiaries through the utilization of federal and State funds pursuant to Titles XIX and XXI of the Social Security Act and the Affordable Care Act for reimbursable covered services delivered by certified DMC providers.

On December 13, 2018, the State issued Amendment Number A01 to SA Number 17 94199 increasing the funding amount by \$161,997,780 for a new total amount of \$1,948,719,789 for the term July 1, 2017 through June 30, 2020.

County Counsel has reviewed and approved Exhibit I (Amendment Number A01) as to form.

IMPACT ON CURRENT SERVICES (OR PROJECTS)

Approval of the recommended actions will allow DPH to support the DMC-ODS provision of SUD treatment services in Los Angeles County.

The Honorable Board of Supervisors

5/14/2019

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Respectfully submitted,

A handwritten signature in black ink, appearing to read "Barbara Ferrer". The signature is fluid and cursive, with the first name "Barbara" and last name "Ferrer" clearly distinguishable.

Barbara Ferrer, PhD, MPH, MEd

Director

BF:ev

#04751

Enclosures

c: Chief Executive Officer
County Counsel
Executive Officer, Board of Supervisors

STANDARD AGREEMENT AMENDMENT

STD. 213A_DHCS (Rev. 03/18)

☒ Check here if additional pages are added: 252 Page(s)

Agreement Number 17-94199	Amendment Number A01
Registration Number:	

1. This Agreement is entered into between the State Agency and Contractor named below:

State Agency's Name

(Also known as DHCS, CDHS, DHS or the State)

Department of Health Care Services

Contractor's Name

(Also referred to as Contractor)

County of Los Angeles



2. The term of this Agreement is: July 1, 2017
through June 30, 2020**3. The maximum amount of this Agreement after this amendment is:** \$ 1,948,719,789
One Billion, Nine Hundred Forty-Eight Million, Seven Hundred Nineteen Thousand, Seven Hundred Eighty-Nine Dollars**4. The parties mutually agree to this amendment as follows. All actions noted below are by this reference made a part of the Agreement and incorporated herein:**

- I. The effective date of this amendment is the date approved by DHCS
- II. **Purpose of amendment:** This amendment modifies the terms and conditions as outlined in the original contract and increases budget years 2 and 3.
- III. Certain changes made in this amendment are shown as: Text additions are displayed in **bold and underline**. Text deletions are displayed as strike through text (i.e., ~~Strike~~).
- IV. Paragraph 3 (maximum amount payable) on the face of the original STD 213 is increased by \$161,997,780 and is amended to read: ~~\$1,786,722,009 (One Billion, Seven Hundred Eighty-Six Million, Seven Hundred Twenty-Two Thousand, Nine Dollars)~~ **\$1,948,719,789 (One Billion, Nine Hundred Forty-Eight Million, Seven Hundred Nineteen Thousand, Seven Hundred Eighty-Nine Dollars)**.

(Continued on next page)

All other terms and conditions shall remain the same.

IN WITNESS WHEREOF, this Agreement has been executed by the parties hereto.

CONTRACTOR		CALIFORNIA Department of General Services Use Only
Contractor's Name (If other than an individual, state whether a corporation, partnership, etc.) County of Los Angeles		
By (Authorized Signature) 	Date Signed (Do not type)	
Printed Name and Title of Person Signing Barbara Ferrer, PhD, MPH, Director, Public Health		
Address 1000 South Fremont Avenue Building A-9 East, 3rd Floor, Box 34 Alhambra, CA 91803-4737		
STATE OF CALIFORNIA		
Agency Name Department of Health Care Services		<input checked="" type="checkbox"/> Exempt per: W&I Code 14087.4
By (Authorized Signature) 	Date Signed (Do not type)	
Printed Name and Title of Person Signing Carrie Talbot, Chief, Contract Management Unit		
Address 1000 G Street, 4th Floor, MS 4200, P.O. Box 997413, Sacramento, CA 95899-7413		

- V. Paragraph 4 (incorporated exhibits) on the face of the original STD 213 is amended to add the following revised exhibit:

Exhibit A A1 – Scope of Work (4 pages)

All references to Exhibit A - Scope of Work, in any exhibit incorporated into this agreement shall hereinafter be deemed to read Exhibit A A1 – Scope of Work. The attached revised exhibit hereby amends Exhibit A – Scope of Work.

- VI. Paragraph 4 (incorporated exhibits) on the face of the original STD 213 is amended to add the following revised exhibit:

Exhibit A, Attachment I A1 - Program Specifications (169 pages)

All references to Exhibit A, Attachment I – Program Specifications, in any exhibit incorporated into this agreement shall hereinafter be deemed to read to Exhibit A, Attachment I A1 – Program Specifications. Exhibit A, Attachment I – Program Specifications is hereby replaced in its entirety by the attached revised exhibit.

- VII. Paragraph 4 (incorporated exhibits) on the face of the original STD 213 is amended to add the following revised exhibit:

Exhibit B A1 - Budget Detail and Payment Provisions (14 pages)

All references to Exhibit B – Budget Detail and Payment Provisions in any exhibit incorporated into this agreement shall hereinafter be deemed to read to Exhibit B A1 – Budget Detail and Payment Provisions. Exhibit B – Budget Detail and Payment Provisions is hereby replaced in its entirety by the attached revised exhibit.

- VIII. Paragraph 4 (incorporated exhibits) on the face of the original STD 213 is amended to add the following revised exhibit:

Exhibit B, Attachment I A1 – Funding Amounts (1 page)

All references to Exhibit B Attachment I - Funding Amounts, in any exhibit incorporated into this agreement shall hereinafter be deemed to read Exhibit B Attachment I A1 - Funding Amounts. Exhibit B Attachment I - Funding Amounts is hereby replaced in its entirety by the attached revised exhibit.

- IX. Paragraph 4 (incorporated exhibits) on the face of the original STD 213 is amended to add the following revised exhibit:

Exhibit D(F) – Special Terms and Conditions (26 pages)

- X. Paragraph 4 (incorporated exhibits) on the face of the original STD 213 is amended to add the following revised exhibit:

Exhibit E A1 - Additional Provisions (4 pages)

All references to Exhibit E, in any exhibit incorporated into this agreement shall hereinafter be deemed to read Exhibit E A1. Exhibit E - Additional Provisions is hereby replaced in its entirety by the attached revised exhibit.

- XI. Paragraph 4 (incorporated exhibits) on the face of the original STD 213 is amended to add the following revised exhibit:

Exhibit F A1– Privacy and Informational Security Provisions (32 pages)

All references to Exhibit F – Privacy and Informational Security Provisions, in any exhibit incorporated into this agreement shall hereinafter be deemed to read Exhibit F A1– Privacy and Informational Security Provisions. Exhibit F – Privacy and Informational Security Provisions is hereby replaced in its entirety by the attached revised exhibit.

- XII. All other terms and conditions shall remain the same.